

February 25, 2015

The Honorable Richard Proehl, Chairperson
House Committee on Transportation
Statehouse, Room 581-W
Topeka, Kansas 66612

Dear Representative Proehl:

SUBJECT: Fiscal Note for HB 2180 by House Committee on Transportation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2180 is respectfully submitted to your committee.

HB 2180 would create a temporary visitor's driver's license by allowing individuals who have not been issued a social security number or provided satisfactory proof of United States citizenship to receive a Class C driver's license, limited instruction permit, or limited and restricted license which would expire after six years. The applicant would be required to provide a valid passport from the applicant's country of citizenship or a valid consular identification document when applying. HB 2180 would require the temporary license to contain a notice on its face that it is not acceptable for the Real ID Act of 2005 for purposes of voting, purchasing a firearm, or establishing eligibility for public benefits. The bill would amend several statutes to incorporate provisions related to the temporary visitor's driver's license.

Estimated State Fiscal Effect				
	FY 2015 SGF	FY 2015 All Funds	FY 2016 SGF	FY 2016 All Funds
Revenue	--	--	--	\$1,450,000
Expenditure	--	--	--	\$5,458,052 to \$5,608,052
FTE Pos.	--	--	--	82.00

The Department of Revenue estimates the passage of HB 2180 would increase revenues by \$1,450,000 million in FY 2016 assuming 50,000 visitors were to pay the \$29 fee to receive the Class C license. The Department estimates the cost to administer the license would increase its expenditures by approximately \$5.5 million in FY 2016 depending on whether or not the licenses are made available at all drivers' license stations, or through selected sites or mobile

trailers. The Department indicates the additional funding would be requested by way of increased transfers from the State Highway Fund. The estimate includes:

1. \$100,000 to \$200,000 for computer system upgrades, including user testing, to capture and print the new license type;
2. \$2,928,816 for 72.00 Driver's License Examiner Specialists FTE positions to process and handle the additional driver's license and issue written and driving tests;
3. \$351,936 for examiner work stations;
4. \$1,058,400 for all-in-one stations to administer tests;
5. \$426,420 for 10.00 Revenue Customer Representative Senior FTE positions to schedule tests and answer telephones;
6. \$48,880 for customer representative workstations;
7. \$3,600 for background checks for new employees;
8. \$50,000 for interpreter services;
9. \$50,000 to \$100,000 for new handbooks printed in different languages;
10. \$40,000 for training costs; and
11. \$400,000 if mobile trailers are purchased, including fuel, insurance, and maintenance.

The Department suggests the new license only be available at certain offices or from mobile trailers which travel the state using a predetermined schedule to issue these new license types. However, if it was required to expand or add five new offices, the Department indicates its estimate would increase by \$13.0 million in FY 2016. Any fiscal effect associated with HB 2180 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Jack Smith, Department of Revenue